



TREASURER REPORT

SUMMARY OF FINANCIAL STATEMENTS

The Association of Retirees reports a stable financial situation, debt-free and with adequate level of reserves. The 2020 exercise resulted in a deficit of \$4,658 mainly due to donations of \$45,000 in programs to help in response to the Covid-19 pandemic. The total income was \$228,149 (compared to \$226,502 in 2019) and expenses were \$232,807 (compared to \$219,874 in 2019) including the donations. The 2020 deficit was financed with the Association reserves.

At the beginning of 2020, the board made the decision to donate funds to non-profit entities in Latin America in response to the effects of the Covid-19 pandemic. This donation was initially approved to be funded from the reserve funds, but afterwards it was decided to be financed from the 2020 budget. The 2020 expenses excluding the donations were \$186,807, 15% less than the 2019 expenses. These savings from the 2020 budget funded 72% of the donations.

The external auditor issued an unqualified opinion about the Association's financial statements and highlighted the accounts concentration risk. In November 2020, the board approved the treasurer recommendation to diversify the funds in other financial institutions that enjoy good credit ratings, in addition to the IDB Global Credit Union where the Association has traditionally kept funds up to today. This action when implemented in 2021 will result in the funds being deposited in banks and credit unions within the limits of the insurance provided by the National Credit Union Associations (NCUA) and the Federal Deposit Insurance Corporation (FDIC) of up to \$250,000 per client per institution.

INDEPENDENT AUDITORS REPORT

To the Board of Directors of the Association of Retirees of the Inter-American Development Bank

Report on the Financial Statements

We have audited the accompanying financial statements of Association of Retirees of the Inter-American Development Bank (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets-cash basis as of December 31, 2020, and the related statements of revenue and expenses and net assets-cash basis for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting described in Note I; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and stockholders' equity of Association of Retirees of the Inter-American Development Bank as of December 31, 2020, and its revenue and expenses and changes in net assets for the year then ended, in accordance with the cash basis of accounting as described in Note I.

Basis of Accounting

We draw attention to Note I of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Arleen Trundy,
CPA Great Falls, Virginia
January 29, 2021

STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS -CASH BASIS**December 31, 2020****(See independent auditor's report)**

ASSETS		
Cash		<u>\$507.752</u>
	TOTAL ASSETS	<u>\$507.752</u>
LIABILITITES AND NET ASSETS		
Liabilities		\$ ---
Net Assets		<u>\$507.752</u>
	TOTAL LIABILITITES AND NET ASSETS	<u>\$507.752</u>

Association of Retirees of the Inter-American

Development Bank

Notes to Financial Statements

December 31, 2020

Association of Retirees of the Inter-American Development Bank (the Company) was organized on September 15, 1992 pursuant to the laws of the District of Columbia. The company shall represent the rights and interests of its members before the Inter-American Development Bank.

Income Taxes

No provision or benefit for income taxes has been included in these financial statements as the company is a nonprofit entity. The company's tax returns for 2017, 2018, and 2019 are still open for audit by the Internal Revenue Service. The company has received no notice of impending audit

NOTE 1

The financial statements are prepared on the cash basis of accounting. As such unpaid expenses and undeposited income are not recorded in these financial statements.

NOTE 2 – CONCENTRATION OF CREDIT RISK

The association maintains its cash balances at one bank. The cash balances are insured by the National Credit Union Association up to \$250,000 at each bank. At times, these balances may exceed the federal insurance limits; however, the association has not experienced any losses with respect to its bank balances in excess of government provided insurance. Management believes that no significant concentration of credit risk exists with respect to these cash balances on December 31, 2020.

NOTE 3 – SUBSEQUENT EVENTS

The board of directors of the Association approved actions to mitigate the account concentration risk in the November 2020 meeting. The office of the Treasurer will implement the necessary actions in an orderly fashion during the fiscal year 2021.

IDB RETIREES ASSOCIATION		
REVENUE AND EXPENSES		
January through December 2020 and 2019		
	2020	2019
Income		
IDB Contribution	172,449	168,763
Cash Memberships Dues	90	105
Payroll Deductions Dues	48,927	52,389
Total Membership Dues	49,017	52,494
Other Income	388	0
Credit Union CD	5,681	4,718
Other Interest (Bank Accts)	614	526
Total Interest Earned	6,295	5,244
Total Income	228,149	226,501
Expenses		
Audit Services	3,500	3,500
Tax Return Preparation	500	500
Bank Fees & Other Charges	40	77
Communications	159	573
Consulting Support Services	59,936	59,777
District of Columbia license	409	319
Professional Insurance	1,604	1,519
Legal Expenses	0	1,125
Office Supplies	1,624	2,345
Parking	925	3,700
Payroll Expense	80,620	79,000
Payroll Taxes	6,168	6,043
Postage	98	356
Remodelation	2,511	0
Representation Expenses	0	1,832
Total Administrative Expenses	158,094	160,667
Annual Meeting	0	10,582
Awards	2,000	2,000
Donations (Disasters)	46,000	0
Election Expenses	1,304	1,482
International Chapter Meetings	5,274	0
Total Meetings & Donations	54,578	14,064
ARGENTINA	1,370	900
BOLIVIA	622	688
BRASIL	0	959
CHILE	532	920
COLOMBIA	156	450
COSTA RICA	306	122
EL SALVADOR	0	260
FLORIDA	851	0
PANAMA	264	416
PARAGUAY	0	207
PERU	69	425
URUGUAY	178	480
Total Chapter Expenses	4,348	5,828
Headquarter Functions	559	7,859
Member Seminars	0	4,149
Total Member Activities	4,907	17,836
Annual Report	6,000	15,145
Newsletter	1,000	2,300
Publication - Translations	0	871
Webpage Expenses	598	743
Webpage Projects	7,630	8,228
Total Publication Expenses	15,228	27,287
Total Expenses	232,807	219,854
Net Income	(4,658)	6,647

IDB RETIREES ASSOCIATION			
BALANCE SHEET			
As of December 31, 2020 and 2019 (in US \$)			
		2020	2019
ASSETS			
Current Assets			
Checking/Savings			
IDBFCU - Checking		139,719	34,552
IDBFCU Debit Card-checking		307	2,259
IDBFCU Debit Card-Savings		96	85
IDBFCU Savings		7,353	162,459
Petty Cash		60	60
Total Operating Capital - Banks		147,535	199,415
Reserves - Assets in Certif. of Deposit			
IDB/MC FCU - CDs		342,911	301,862
Assets in Certif. of Deposits		342,911	301,862
Restricted Funds - Banks			
ARGENTINA		56	497
BOLIVIA		61	51
BRASIL		1,117	478
CHILE		1,331	714
COLOMBIA		703	336
COSTA RICA		281	251
ECUADOR		1,518	1,181
EL SALVADOR		873	536
FLORIDA		4,169	2,187
GUATEMALA		1,589	1,279
NICARAGUA		544	409
PANAMA		845	746
PARAGUAY		280	54
PERU		2,673	1,944
URUGUAY		1,266	488
Total Restricted Funds - Banks		17,306	11,151
TOTAL ASSETS		507,752	512,427
EQUITY			
Operational Reserve		426,514	426,514
Unrestricted Reserve		85,896	79,266
Net Income		(4,658)	6,647
TOTAL EQUITY		507,752	512,427